

Message Text

LIMITED OFFICIAL USE

PAGE 01 BELGRA 04454 041034Z

21/14

ACTION COME-00

INFO OCT-01 EUR-25 ISO-00 EB-11 ACDA-19 CIAE-00 INR-10

IO-15 L-03 NSAE-00 NSC-10 RSC-01 SCI-06 SCEM-02 XMB-07

TRSE-00 AEC-11 DRC-01 /122 W

----- 011237

R 040915Z OCT 73

FM AMEMBASSY BELGRADE

TO SECSTATE WASHDC 7427

LIMITED OFFICIAL USE BELGRADE 4454

E.O. 11652: N/A

TAGS: ENRG

SUBJ: KRSKO NUCLEAR POWER PROJECT

REF: BELGRADE 4184 AND PREVIOUS

SUMMARY: WESTINGHOUSE INFORMS US THAT KRSKO PROJECT DIRECTORS HAVE RECOMMENDED AWARD OF CONTRACT TO WESTINGHOUSE OR GENERAL ELECTRIC/ANSALDO, AND THAT INTER-REPUBLIC "FIVE AND FIVE COMMITTEE" NOW CONSIDERING RECOMMENDATION. REPORT UNVERIFIED AS YET. GERMAN KRAFTWERKE CONCERN TRYING HARD TO STAY IN COMPETITION.
END SUMMARY

1. WESTINGHOUSE VICE PRESIDENT ELTHAM AND REGIONAL DIRECTOR BISES VISITED EMBASSY TOGETHER WITH PROGRES REPRESENTATIVES.

2. THEY STATED KRSKO PROJECT DIRECTORS HAVE SUBMITTED RECOMMENDATION THAT NUCLEAR POWER PLANT CONTRACT BE AWARDED TO WESTINGHOUSE OR GENERAL ELECTRIC/ANSALDO, ON BASIS OF "OVERALL QUALITY" OF BOTH BIDS, GERMAN KRAFTWERKE BID MENTIONED ONLY AS THIRD PREFERENCE.

3. ACCORDING TO WESTINGHOUSE, CROATIAN-SLOVENIAN "FIVE AND FIVE COMMITTEE" NOW CONSIDERING RECOMMENDATION AND COORDINATING WITH REPUBLICAN AND FEDERAL AUTHORITIES. THEREAFTER, PRE-
LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 02 BELGRA 04454 041034Z

FERRED BIDDER (THEY EXPRESSED CAUTIOUS OPTIMISM IT WOULD BE

WESTINGHOUSE) WILL RECEIVE SET OF FINANCIAL AND TEHCNICAL CONDITIONS WHICH WOULD HAVE TO BE MET TO ASSURE SELECTION. IF FIRST-PREFERRED BIDDER UNABLE TO MEET CONDITIONS, CONSULTATIONS WITH SECOND OR EVEN THIRD BIDDER WOULD FOLLOW.

4. ELTHAM STATED IMPROVEMENTS TO FINANCING PACKAGE CONTAINED IN EX-IM TELEX OF SEPTEMBER 17 HAD BEEN HELPFUL.

5. HE NOTED THAT KRAFTWERKE TRYING VERY HARD TO STAY IN COMPETITION.

6. POLITIKA OF OCTOBER 3 QUOTES GERMAN NEWSPAPER "SUEDEDEVTSCH ZEITUNG" AS REPORTING THAT KRAFTWERKE-SIEMENS-AEG CONCERN PREPARED TO DOUBLE PURCHASES OF YUGOSLAV ELECTRICAL EQUIPMENT, AND GIVE YUGOSLAV ENTERPRISES ORDERS FOR MORE THAN 500 MILLION D-MARKS' WORTH OF EQUIPMENT FOR FOUR NUCLEAR PLANTS TO BE CONSTRUCTED IN USSR.

7. ELTHAM EXPRESSED HOPE THAT SECRETARIES SHULTZ AND DENT WOULD FIND IT POSSIBLE, DURING THEIR VISITS HERE, TO LEND SOME SUPPORT TO WESTINGHOUSE BID. WE RESPONDED THAT TALKS ARE EXPECTED TO PROVIDE OPPORTUNITY FOR EMPHASIZING SUPERIOR AMERICAN TECHNOLOGY IN NUCLEAR FIELD, AND OUR INTEREST IN AWARD OF CONTRACT TO AMERICAN FIRM.

8. WE HAVE NO CONFIRMATION AS YET OF WESTINGHOUSE REPORT ON RECOMMENDATION BY PROJECT DIRECTORS EXCEPT CALL FROM LOCAL UPI CORRESPONDENT THAT HE HAS HEARD "RUMOR" ALONG THESE LINES.

9. SLOVENIAN PAPER DELO OF OCTOBER 2 REPORTS DECISION ON "WHO WILL GET LETTER OF INTENT" WILL BE TAKEN BY WORKERS' COUNCIL OF ELECTRICAL ENTERPRISES ON OCTOBER 15.
TOON

LIMITED OFFICIAL USE

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: NUCLEAR POWER PLANTS, CONTRACTS
Control Number: n/a
Copy: SINGLE
Draft Date: 04 OCT 1973
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: golinofr
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1973BELGRA04454
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Film Number: n/a
From: BELGRADE
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1973/newtext/t19731052/aaaablyb.tel
Line Count: 94
Locator: TEXT ON-LINE
Office: ACTION COME
Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators:
Previous Classification: LIMITED OFFICIAL USE
Previous Handling Restrictions: n/a
Reference: BELGRADE 4184 AND PREVIOUS
Review Action: RELEASED, APPROVED
Review Authority: golinofr
Review Comment: n/a
Review Content Flags:
Review Date: 10 OCT 2001
Review Event:
Review Exemptions: n/a
Review History: RELEASED <10-Oct-2001 by kelleyw0>; APPROVED <11-Dec-2001 by golinofr>
Review Markings:

Declassified/Released
US Department of State
EO Systematic Review
30 JUN 2005

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: KRSKO NUCLEAR POWER PROJECT
TAGS: ENRG, YO, WESTINGHOUSE
To: STATE
Type: TE
Markings: Declassified/Released US Department of State EO Systematic Review 30 JUN 2005